AMENDED IN ASSEMBLY AUGUST 15, 2002 AMENDED IN ASSEMBLY JUNE 24, 2002 AMENDED IN SENATE APRIL 1, 2002

SENATE BILL

No. 1601

Introduced by Senator Bowen

February 20, 2002

An act to add Article 6 (commencing with Section 2899) to Chapter 10 of Part 2 of Division 1 of the Public Utilities Code, relating to telecommunications.

LEGISLATIVE COUNSEL'S DIGEST

SB 1601, as amended, Bowen. Cellular telecommunications service.

Existing law empowers the Public Utilities Commission to regulate telecommunications services and rates of telephone corporations and to require telephone corporations to provide customer services.

Under existing law, the Federal Communications Commission licenses providers of cellular radiotelephone service.

This bill would require that providers of cellular radiotelephone service extend a minimum 14-day grace period to new customers during which the customer may rescind the agreement, without cost or penalty, if the customer finds that the cellular service quality is unsatisfactory, and to provide notice to customers of this right. The bill would hold the customer responsible except that the customer would be required to pay for those services used prior to the cancellation of the agreement. The bill would further require that providers of cellular radiotelephone service provide notice to consumers of these rights. The bill would except commercial accounts, as defined, and contracts where customers

SB 1601

are not required to purchase more than one month of service, from these requirements.

Vote: majority. Appropriation: no. Fiscal committee: no. State-mandated local program: no.

The people of the State of California do enact as follows:

SECTION 1. Article 6 (commencing with Section 2899) is added to Chapter 10 of Part 2 of Division 1 of the Public Utilities Code, to read:

3 4

Article 6. Cellular Telecommunications Service

5 6 7

2899. (a) Every provider of cellular radiotelephone service shall without cost or penalty, extend to new cellular service customers, a grace period of at least 14 days, for customers to rescind the agreement and terminate service, if the customer finds that the cellular service quality is unsatisfactory. The customer is responsible to, except that the customer shall pay for those services used prior to the cancellation of the agreement. Every new 14 cellular radiotelephone service agreement shall provide 15 reasonable notice of this grace period and the right of the customer 16 to rescind the agreement if the customer finds that the cellular service quality is unsatisfactory.

17 18

(b) This section shall not apply to commercial accounts or to 19 contracts for cellular radiotelephone service where customers are 20 not required to purchase more than one month of service. For 21 purposes of this section, "commercial accounts" mean any 22 account that includes service for five or more cellular 23 radiotelephones.